

## CIMB-Principal Income Plus Balanced Fund (Formerly Income Plus Fund)

An open-ended investment fund which aims to provide an income distribution every 6 months along with some capital growth over the medium to long term. This fund also has a foreign exposure of up to 12% in the Asia Pacific ex Japan market.

### FUND IS SUITABLE FOR INVESTORS WHO

- Want a diversified portfolio yet prefer a higher exposure to fixed interest securities;
- Require a regular income stream to help meet cash flow needs; and/or
- Are looking for an investment which has the potential to grow in value over the medium term and offset the effects of inflation.

### MANAGER'S COMMENTS

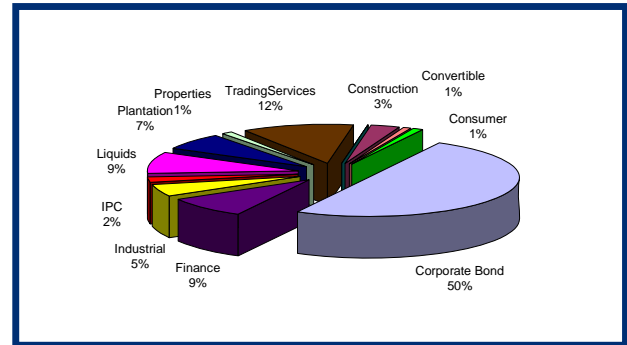
In Nov 07, the Fund grew by 2.15%, outperforming its composite benchmark by 0.62%. On a YTD basis, the Fund gained 14.98% for an outperformance of 0.03%. The outperformance was due to the strong performance of the Plantation and Oil & Gas stocks.

The low beta Malaysian market is a beacon in the current uncertainties and to global liquidity. Expectations are for an upward re-rating once investors realise that domestic earnings' growth has been underestimated.

Focus going forward will be on the abovementioned sectors as well as on large cap names with the best fundamentals and liquidity.

**Fund Performance in December** The Fund increased by 2.15% while the benchmark index increased by 1.53% over the month.

### SECTOR BREAKDOWN\* (as at 31 December 2007)

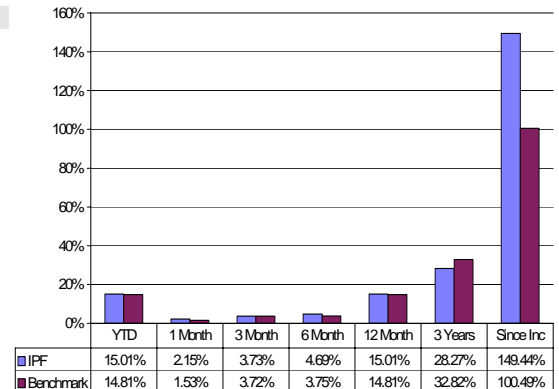


\* as a percentage of NAV. Please note that asset exposures for the funds are subject to frequent change on a daily basis.

### PERFORMANCE RECORD (as at 31 December 2007)

Year	Fund
2006	12.65
2005	-1.00
2004	8.84
2003	9.47
2002	2.92
2001	6.33
2000	-3.20
1999	30.54
1998	18.02

Cumulative return over the period %



### FUND DETAILS

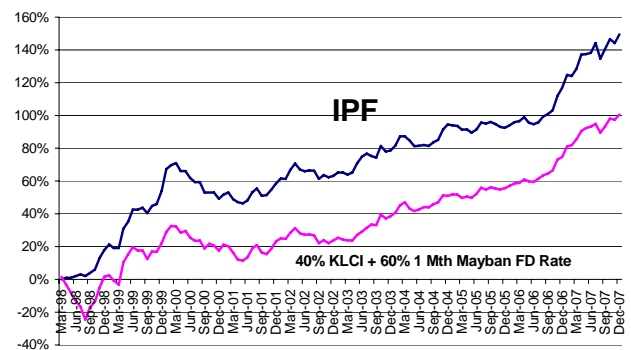
Fund size (31 Dec 07)	RM 111.57 million (326.39 million units)
Unit NAV (31 Dec 07)	RM 0.3418
Fund currency	Ringgit Malaysia
Fund inception	12 March 1998
Domicile	Malaysia
Management fee	1.85% per annum
Trustee fee	0.08% per annum
Dealing	Daily (as per Bursa Malaysia trading day)
Application fee	Between 3.0% to 5.0%
Redemption payment period	Up to 10 days
Investment manager	CIMB-Principal Asset Management Berhad

### LARGEST HOLDINGS \* (as at 31 December 2007)

Special Power Vehicle	3.00%	18/11/16	6.56%
K'tium L.Raya Utara Timur	8.32%	18/10/17	5.11%
Cepat Assets Berhad	5.60%	28/01/10	4.92%
DRB Hicom Bhd	3.00%	26/07/10	4.41%
Encorp Systembilt Sdn Bhd	0%	15/09/08	3.66%

\* percentage of NAV

### BID TO BID PRICES



Mar 98 to Dec 07, Performance data represents the combined income & capital return as a result of holding units in the fund for the specified length of time, based on bid to bid prices. Earnings are assumed to be reinvested. Source:- Management Co.

We recommend that you read and understand the contents of the Master Prospectus dated 03 January 2008 which has been duly registered with the Securities Commission before investing and that you keep the said prospectus for your records. Any issue of units to which the Prospectus relates will only be made upon receipt of the completed application form referred to in and accompanying the Prospectus, subject to the terms and conditions therein. You can obtain copies of the prospectus from any of our offices. There are fees and charges involved in investing funds. We suggest that you consider these charges carefully prior to making an investment. Unit prices and income distributions, if any, may fall or rise. Past performance is not reflective of future performance and income distributions are not guaranteed, you are also advised to read and understand the contents of the Unit Trust Loan Financing Risk Disclosure Statement before deciding to borrow or purchase units. All performance figures have been verified by Mercer Zainal Consulting Sdn. Bhd. (35090-H). Note: Fund's name changed effective 3 January 2008.